

## Message Text

LIMITED OFFICIAL USE

PAGE 01 LUBUMB 00028 040918Z

20

ACTION EB-07

INFO OCT-01 AF-06 ISO-00 INT-05 GSA-01 AID-05 CIAE-00

COME-00 FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02

OPIC-03 SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 PA-01

PRS-01 /057 W

----- 120357

R 040904Z MAR 76

FM AMCONSUL LUBUMBASHI

TO SECSTATE WASHDC 1805

AMEMBASSY KINSHASA

LIMITED OFFICIAL USE LUBUMBASHI 028

E.O. 11652: N/A

TAGS: CG, EMIN, EFIN

SUBJECT: COPPER: PRODUCTION EXPANSION AND MARKETING

REF: LUBUMBASHI A-12

1. FOLLOWING IS SUMMARY OF LUBUMBASHI A-12: BEGIN SUMMARY.  
GECAMINES' SECOND EXPANSION PLAN IS APPROACHING A CRUCIAL  
STAGE. UNLESS FURTHER ALLOCATIONS OF FOREIGN EXCHANGE SOON  
BECOME AVAILABLE, THE OVERSEAS SUPPLIERS OF MAJOR COMPONENTS  
OF THE EXPANSION PLAN WILL BEGIN TO SLOW DOWN OR STOP WORK.  
THE IBRD IS HOLDING FURTHER AUTHORIZATION OF LOAN MONEY PENDING  
RESOLUTION OF QUESTIONS INVOLVING GOVERNMENT OF ZAIRE FINANCIAL  
POLICY, COPPER MARKETING ARRANGEMENTS, AND GOVERNMENT COPPER  
TAX POLICY. GECAMINES ON THE OTHER HAND IS BEING SQUEEZED BY  
GOVERNMENT TAX LEVIES AND IS CURRENTLY UNABLE TO PROVIDE ITS  
SHARE OF THE EXPANSION PROGRAM FINANCING.

2. MEANWHILE PROBLEMS ARE DEVELOPING WITH THE NEW GOVERNMENT  
OWNED COPPER MARKETING COMPANY SOZACOM. SOZACOM IS GRADUALLY  
TAKING OVER FOREIGN SALES AND CONCLUDING NEW SALES CONTRACTS.  
HOWEVER, TO DATE IT HAS REFUSED TO PROVIDE GECAMINES WITH ANY  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LUBUMB 00028 040918Z

DETAILS OF ITS NEW CONTRACTS (PRICE AND PAYMENT TERMS) AND IT

HAS ALSO FAILED TO FORWARD ANY REVENUE RECEIVED (IF ANY) TO  
GECAMINES. END SUMMARY.  
MARKS

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COPPER, POLICIES, INDUSTRIAL DEVELOPMENT, FOREIGN EXCHANGE, LOANS, TAXES, PROGRAMS (PROJECTS), DEVELOPMENT LOANS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 04 MAR 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** morefirh  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976LUBUMB00028  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760082-0658  
**From:** LUBUMBASHI  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19760395/aaaadgdq.tel  
**Line Count:** 64  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 76 LUBUMBASHI A-12  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** morefirh  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 06 JUL 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <06 JUL 2004 by ShawDG>; APPROVED <08 JUL 2004 by morefirh>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COPPER: PRODUCTION EXPANSION AND MARKETING  
**TAGS:** EMIN, EFIN, CG, GECAMINES  
**To:** STATE KINSHASA  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006